

5/027/087



United States Department of the Interior

BUREAU OF LAND MANAGEMENT FILLMORE FIELD OFFICE

35 East 500 North
Fillmore, UT 84631



In Reply Refer to:
3800
(U-010)
UTU-078279

October 6, 2003

CERTIFIED MAIL # 7000 1530 0006 2417 3052
RETURN RECEIPT REQUESTED

MERT HAMILTON
ASSOCIATE
ROCANVILLE/WING
PO BOX 35
DELTA UT 84624

Dear Mr. Hamilton:

On January 17, 2003, we received a request from you to extend Notice UTU-078279, the site of which is located in Section 29, T. 18 S., R. 13 W. On September 17, 2003, we conducted a joint inspection of the site with personnel from the Utah Division of Oil Gas and Mining. That inspection revealed that 4.7 acres have been disturbed as a result of this operation. During that inspection, you also proposed amending the Notice to include 2-3 acres in the SW $\frac{1}{4}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 22 in the same township for use as a staging area. That proposal will increase the acreage of the operation beyond the scope of a Notice, and before we can authorize your use of the staging area, you must submit a Plan of Operations and we must prepare an Environmental Assessment.

In the meantime, since your January 17, 2003 request to extend your notice did not include a reclamation cost estimate, we have prepared one for you, and are enclosing it for your review. If you agree with the figure of \$12,110, please send a written concurrence within 30 days of receipt of this letter. If you do not agree, you can submit your own estimate, again within 30 days of receipt of this letter.

RECEIVED

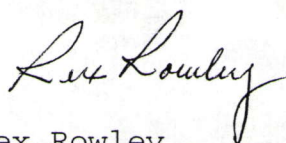
OCT 08 2003

DIV. OF OIL, GAS & MINING

Please bear in mind that the enclosed reclamation cost estimate was calculated for the existing disturbance, and that upon approval of the Plan of Operations, a revised financial guarantee will be required before you expand your operations beyond five acres.

If you have any questions, please feel free to contact Sheri Wysong at (435) 743-3124.

Sincerely,



Rex Rowley
Field Office Manager

Enclosure:

Reclamation Cost Estimate Worksheet

cc: Tom Munson, UDOGM (S/027/087)

Larry Dutson, 140 N 150 E, Delta, UT 84624

Beth Hamilton, 3745 Weeburn, Dallas, TX 75229

William Hudson, 1126 Mercantile Sec., Dallas TX 75201